

MINUTE ITEM

20. DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 2094.1, SAN DIEGO GAS AND ELECTRIC COMPANY, TIDE AND SUBMERGED LANDS, SAN DIEGO BAY, SAN DIEGO COUNTY - W.O. 3861.

After consideration of Calendar Item 7 attached, and upon motion duly made and carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO SAN DIEGO GAS AND ELECTRIC COMPANY A DEFERMENT FOR THE LEASE YEAR ENDING MARCH 9, 1961, OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 2094.1, ALL OTHER TERMS, CONDITIONS AND PERFORMANCE REQUIREMENTS UNDER THE LEASE, INCLUDING RENTAL PAYMENT, TO REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 7 (1 page)

CALENDAR ITEM

7.

DEFERMENT OF OPERATING REQUIREMENTS, MINERAL EXTRACTION LEASE P.R.C. 2094.1, SAN DIEGO GAS AND ELECTRIC COMPANY, TIDE AND SUBMERGED LANDS, SAN DIEGO BAY, SAN DIEGO COUNTY - W.O. 3861.

Mineral Extraction Lease P.R.C. 2094.1 was issued on March 10, 1958, in accordance with Division 6 of the Public Resources Code, to the San Diego Gas and Electric Company. The lease requires an advance annual rental of \$225.78 and the completion of 100 shifts of work during each year of the lease term. During the initial lease year, the lessee extracted a total of 831,997 cubic yards of sand, gravel and fill material. This resulted in a royalty payment to the State in the amount of \$24,959.91. On February 25, 1960, the Commission granted a deferment of operating requirements to the lessee for the lease year ending March 9, 1960.

A request has been received from the San Diego Gas and Electric Company for a deferment of operating requirements for the lease year ending March 9, 1961. The lessee states that dredging operations required in the construction of the first unit of the South Bay Generating Station are now completed; therefore, any further dredging of material under this lease is not contemplated at the present time. However, it is anticipated that additional plant construction, requiring further extraction from the leased area, will be necessary within a two-or three-year period, and it is desired that the lease continue to remain in effect.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO SAN DIEGO GAS AND ELECTRIC COMPANY A DEFERMENT FOR THE LEASE YEAR ENDING MARCH 9, 1961, OF THE OPERATING REQUIREMENTS SPECIFIED IN SECTION 10 OF MINERAL EXTRACTION LEASE P.R.C. 2094.1, ALL OTHER TERMS, CONDITIONS AND PERFORMANCE REQUIREMENTS UNDER THE LEASE, INCLUDING RENTAL PAYMENT, TO REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.